

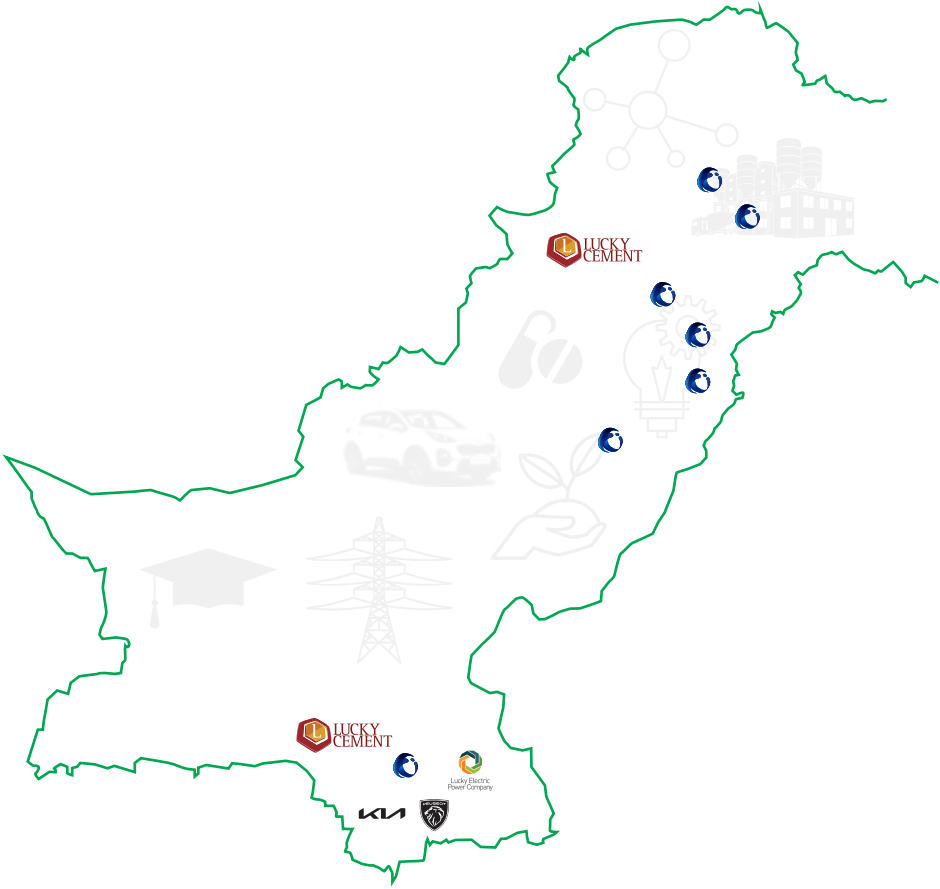
25 YEARS OF
EXCELLENCE



STRENGTHENING PAKISTAN

COMMITTED TO NATIONAL DEVELOPMENT

3RD QUARTERLY
REPORT 2021-22



AUTOMOBILE | AGRICULTURE | CEMENT | CHEMICALS | PHARMACEUTICAL | LIFE SCIENCES | FOOD & NUTRITION | POWER | AUTOMOBILE | AGRICULTURE



STRENGTHENING PAKISTAN

COMMITTED TO NATIONAL DEVELOPMENT

Our diversified business approach and the energetic team have facilitated us to succeed with confidence. In line with the philosophy of "Make in Pakistan", Lucky Cement has been able to transform itself not only as a business leader but diversified into several other industries bringing the latest manufacturing technologies and strengthening the industrial base of the country.

This has further allowed us to explore new markets and export a wide range of products globally as a group. Our phenomenal exports in various sectors including cement, textiles and chemicals have given us the opportunity to significantly contribute to the national exchequer, by becoming the largest exporter of value-added products from Pakistan.

This year we are celebrating 25 years of commencement of commercial production of our plant in Pezu, District Lakki Marwat, Khyber Pakhtunkhwa.

With a team of over 6,000 direct employees and indirect employment to hundreds of thousands of people in the value chain, we are determined to further create opportunities for employment and growth in Pakistan.

Through various international projects and joint ventures, we have been able to develop the skill set of the local workforce for the global markets. Due to our strong international foothold and strategic global partnerships, we have been able to export this skilled manpower from Pakistan, creating a positive contribution towards their immediate families, their communities, and the country.

The ability to stand in tough times is what makes us the industry leader. From record-breaking value-added exports to extensive contributions to the community development programs, from sustainable business operations to a strong international footprint, we are determined to play our role in "Strengthening Pakistan".

TURE | CEMENT | CHEMICALS | PHARMACEUTICAL | LIFE SCIENCES | FOOD & NUTRITION | POWER | AUTOMOBILE | AGRICULTURE | CEMENT | CHEMICALS



ICI PAKISTAN LTD.



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COMPANY INFORMATION

BOARD OF DIRECTORS

Muhammad Yunus Tabba
(Chairman)

Muhammad Ali Tabba
Muhammad Sohail Tabba
Jawed Yunus Tabba
Mariam Tabba Khan
Masood Karim Shaikh
Khawaja Iqbal Hassan

MANAGEMENT TEAM

Muhammad Ali Tabba
(Chief Executive)

Noman Hasan
(Executive Director)

Muhammad Atif Kaludi
(Director Finance & Chief Financial Officer)

Amin Ganny
(Chief Operating Officer)

Murtaza Abbas
(Chief Strategy Officer & Director Investment)

COMPANY SECRETARY

Faisal Mahmood

HEAD OF INTERNAL AUDIT

Ahmad Waseem Khan

BOARD COMMITTEES

AUDIT COMMITTEE

Masood Karim Shaikh
(Chairman)

Muhammad Sohail Tabba
Jawed Yunus Tabba
Mariam Tabba Khan
Khawaja Iqbal Hassan

HUMAN RESOURCE AND REMUNERATION COMMITTEE

Khawaja Iqbal Hassan
(Chairman)

Muhammad Sohail Tabba
Jawed Yunus Tabba
Mariam Tabba Khan
Masood Karim Shaikh

BUDGET COMMITTEE

Muhammad Sohail Tabba
(Chairman)

Muhammad Ali Tabba
Jawed Yunus Tabba
Mariam Tabba Khan

FINANCIAL INSTITUTIONS

Allied Bank Limited
Allied Bank Limited – Islamic Banking
Askari Bank Limited
Bank Alfalah Limited – Islamic Banking
Bank Al-Habib Limited
Bank Al-Habib Limited – Islamic Banking
BankIslami Pakistan Limited
Citibank N.A.
Dubai Islamic Bank Pakistan Limited
Faysal Bank Limited – Islamic Banking
Habib Bank Limited
Habib Bank Limited – Islamic Banking
Habib Metropolitan Bank Limited
Habib Metropolitan Bank Limited – Islamic Banking
MCB Bank Limited
MCB Islamic Bank Limited
Meezan Bank Limited
National Bank of Pakistan
National Bank of Pakistan –Aitemaad Islamic Banking
Pakistan Kuwait Investment Company (Private) Limited
Standard Chartered Bank (Pakistan) Limited
Standard Chartered Bank (Pakistan) Limited-Sadiq-
Islamic Banking
Saudi Pak Industrial & Agricultural Investment Company Limited
United Bank Limited
UBL Ameen Islamic Banking

CREDIT RATING

Medium to Long-term rating: AA+ (Double A Plus)
Short-term rating: A-1+ (A-One Plus)
(by VIS Credit Rating Company Limited)

EXTERNAL AUDITORS

M/s. A.F. Ferguson & Co., Chartered Accountants

COST AUDITORS

M/s. Grant Thornton Anjum Rahman – Chartered Accountants

SHARIAH ADVISOR

M/s. Alhamd Shariah Advisory Services (Pvt). Ltd

REGISTERED OFFICE

📍 Main Indus Highway, Pezu, District Lakki Marwat,
Khyber Pakhtunkhwa, Pakistan

HEAD OFFICE

📍 6-A, Muhammad Ali Housing Society, A. Aziz
Hashim Tabba Street, Karachi – 75350

☎ UAN: (+92-21) 111-786-555

🌐 Website: www.lucky-cement.com

✉ Email: info@lucky-cement.com

PRODUCTION FACILITIES

1. Main Indus Highway, Pezu, District Lakki Marwat,
Khyber Pakhtunkhwa, Pakistan
2. 58 Kilometers on Main M9 Highway, Gadap Town,
Karachi, Pakistan

SHARE REGISTRAR

M/s. CDC Share Registrar Services Limited (CDCSRSL)
CDC House, 99-B, Block-B, S.M.C.H.S Main Shahra-e-
Faisal, Karachi, Pakistan (Toll Free): 0800 23275

Directors' Report

The Directors take pleasure in presenting to you the financial results of your Company which include both, unconsolidated and consolidated financial statements for the nine months ended March 31, 2022.

Overview

Financial Performance – Consolidated

On a consolidated basis, your Company achieved a gross turnover of PKR 265.70 billion which is 31.2% higher as compared to the same period last year's turnover of PKR 202.46 billion.

Moreover, the consolidated Net Profit of the Company was PKR 26.53 billion of which PKR 5.81 billion is attributable to non-controlling interests. The consolidated net profit attributable to owners of the Holding Company translates into an EPS of PKR 64.07 during the current nine months ended March 31, 2022 as compared to PKR 56.36 during the same period last year.

The consolidated financial performance of your Company for the nine months ended March 31, 2022 as compared to last year is presented below:

Particulars	PKR in million except EPS		
	Nine Months 2021-22	Nine Months 2020-21	Change (%)
Gross Revenue	265,699	202,460	31.2%
Net Revenue	216,577	156,795	38.1%
Gross Profit	39,855	35,207	13.2%
GP as a percentage of net revenue	18.4%	22.5%	(18.0%)
Operating Profit	26,335	23,082	14.1%
EBITDA	34,258	29,681	15.4%
Net Profit	26,533	22,154	19.8%
NP (Attributable to Owners of the Holding company)	20,718	18,226	13.7%
EPS	64.07	56.36	13.7%

Despite the challenges due to increasing production costs across all segments, the Group has been able to secure double-digit growth in its profitability. The increase in consolidated net profit has been mainly attributable to impressive performance of the Group's chemicals business and overseas cement segment. The Group's Polyester, Pharmaceutical and Animal Health segments were able to secure growths of 30.4%, 56.7% and 95.9% respectively in operating results, versus same period last year, on the back of enhanced volumes, better sales mix and new product launches in the pharmaceutical segment. This increase is in addition to the one-off unrealized gain on acquisition of controlling shares in NutriCo Pakistan amounting to PKR 1.85 billion. On the other hand, the Group's joint venture cement production facility in Samawah, Iraq, which started its commercial production in March 2021, has also added healthy profits to the Group's profitability.

During the outgoing quarter, a major milestone was achieved when Lucky Electric Power Company Limited - a wholly owned subsidiary of Lucky Cement, achieved the Commercial Operations Date (COD) of its 660 MW coal-fired power project on March 21, 2022. The addition of 660 MW to the national grid will not only play a key role in increasing the energy security and prosperity of Pakistan but will also go on to reduce the cost of electricity and reliance on imported fuel in the long run after the completion of Phase III of SECMC in June 2023.

Cement Industry and Company's Performance – Unconsolidated

The industry-wide local sales volume during the nine months period under review remained in line with the corresponding period last year i.e. 36.14 million tons versus 36.18 million tons during the same period last year. Export sales volumes showed a sizable decline of 35.1% to reach 4.64 million tons during the 9M 2021-22 compared to 7.15 million tons during the same period last year. As a result the total cement sales of the industry declined by 5.9% to 40.80 million tons during the nine months period ended March 31, 2022 in comparison to 43.33 million tons during the same period last year.

The decline in overall dispatches is primarily attributable to lower exports, on the back of continuous volatility in international coal prices and exorbitantly high freight costs globally. Despite the recent move by local cement manufacturers to utilize Afghan coal being a cheaper alternate, compared to other imported coal, the increasing prices of Afghan coal, along with high cost of transportation to South plants has adversely impacted the viability of cement exports from Pakistan.

Your Company's local sales volumes dropped by 3.4% to reach 5.51 million tons during 9M 2021-22 in comparison to 5.71 million tons during the same period last year. The marginal decline for the Company versus negligible change in the industry numbers was mainly due to other cement plants becoming operational in the current period. Moreover, the export sales volumes of the Company decreased by 18.0% to 1.56 million tons compared to 1.90 million tons during the same period last year, owing to the reasons mentioned earlier. Hence, overall sales volumes of the Company declined by 7.1% to reach 7.07 million tons during 9M 2021-22.

Cement Production & Sales Volume Performance – Unconsolidated

The unconsolidated production and sales statistics of your Company for the nine months period ended March 31, 2022 compared to the same period last year are as follows:

Particulars	Nine Months 2021-22	Nine Months 2020-21	Growth / (Decline) (%)
	(Tons in '000')		
Clinker Production	6,548	6,730	(2.7%)
Cement Production	6,428	7,005	(8.2%)
Cement / Clinker Sales	7,068	7,605	(7.1%)

A comparison of the dispatches of the industry and your Company's unconsolidated business for the nine months period ended March 31, 2022 in comparison with the same period last year is presented below:

Particulars	Nine Months 2021-22	Nine Months 2020-21	Growth / (Decline)	
	(Tons in '000')		(Tons in '000')	%
Cement Industry*				
Local Sales	36,143	36,183	(40)	(0.1%)
Export Sales				
- Bagged	1,648	3,290	(1,642)	(49.9%)
- Loose	405	367	38	10.3%
- Clinker	2,587	3,491	(904)	(25.9%)
Total Exports	4,639	7,148	(2,508)	(35.1%)
Grand Total	40,783	43,331	(2,548)	(5.9%)
Lucky Cement				
Local Sales				
- Cement	5,501	5,708	(206)	(3.6%)
- Clinker	10	-	10	0.0%
	5,511	5,708	(197)	(3.4%)
Export Sales				
- Bagged	509	901	(392)	(43.6%)
- Loose	405	367	38	10.2%
- Clinker	643	630	13	2.1%
Total Exports	1,556	1,898	(342)	(18.0%)
Grand Total	7,068	7,606	(538)	(7.1%)

* Industry data is based on best available market estimates

Market Share	Nine Months 2021-22	Nine Months 2020-21	Growth/ (Decline) %
Local Sales	15.2%	15.8%	(3.8%)
Export Sales			
- Bagged	30.9%	27.4%	12.8%
- Loose	100.0%	100.0%	0.0%
- Clinker	24.9%	18.0%	38.3%
Total Export	33.5%	26.6%	25.9%
Grand Total	17.3%	17.6%	(1.7%)

The Local Sales of the Company decreased by 3.4% versus negligible change in the industry numbers due to other cement plants becoming operational during the year. On the other hand, the decrease in Company's exports was 18.0% versus 35.1% for the industry. This was mainly due to the unique infrastructure built at the port by the Company for loose cement exports and its strong brand presence in international markets.

Financial Performance - Unconsolidated

The unconsolidated financial performance of your Company for the nine months period ended March 31, 2022 as compared to the same period last year is presented below:

Particulars	PKR in million except EPS		
	Nine Months 2021-22	Nine Months 2020-21	Change (%)
Gross Revenue	79,110	66,133	19.6%
Net Revenue	58,890	47,103	25.0%
Gross Profit	13,985	14,704	(4.9%)
GP as % of Net Revenue	23.7%	31.2%	(23.9%)
Operating Profit	9,205	9,873	(6.8%)
EBITDA	12,561	13,091	(4.0%)
Net Profit	11,309	11,688	(3.2%)
EPS	34.97	36.14	(3.2%)

Revenue

During the nine months period under review, your Company's overall gross sales revenue increased by 19.6% as compared to the same period last year. While the local sales volumes declined by 3.4%, the local gross sales revenue showed an increase of 24.5% (PKR 68.6 billion vs PKR 55.1 billion), which was attributable to higher cement prices on the back of increased cost of inputs.

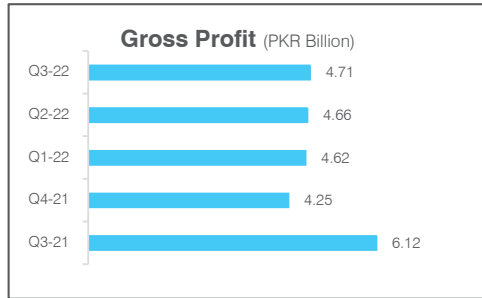
Similarly, while the export volumes declined by 18.0%, the export gross sales revenue declined by 4.9% (PKR 10.5 billion vs PKR 11.0 billion) as the decline in volumes was to a large extent compensated by increase in prices and exchange rates.

Cost of Sales

During the nine months period under review, per ton cost of sales of your Company increased by 49.1% as compared to the same period last year. This was mainly due to substantial increase in coal prices along with other input costs, which was a direct result of international commodity super cycle followed by the continuing conflict between Russia and Ukraine.

Gross Profit

The gross profit to net revenue margin of the company for the nine months period under review was 23.7% compared to 31.2% reported during the same period last year. This was due to increase in input costs, which was partially offset by increase in selling prices.



Dividends

During nine months period under review, the dividend income received by your Company from its subsidiaries and associated companies was PKR 3.45 billion vs PKR 4.31 billion during the same period last year.

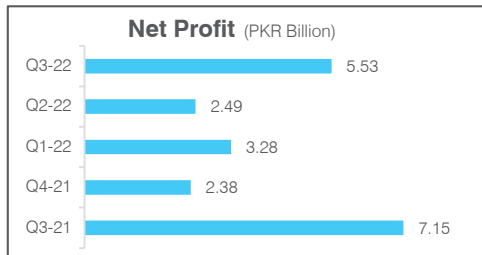
Subsidiary/ Associate (PKR Billion)	Q3-22	Q2-22	Q1-22	Q4-21	Q3-21
ICI	1.02	-	1.02	-	1.02
LHL	-	0.18	-	0.10	-
YEL	0.06	0.11	-	-	0.06
LMC	1.07	-	-	-	2.85
Total	2.14	0.29	1.02	0.10	3.93

Net Profit

Your Company achieved a profit before tax of PKR 14.17 billion during the nine months period ended March 31, 2022 as compared to PKR 13.80 billion reported during the same period last year.

The above amount includes PKR 1.48 billion as fee for provision of technical services to Nyumba Ya Akiba, Company's joint venture in Democratic Republic of Congo during the current financial year. This amount includes PKR 791.66 million in respect of provision of one off services to the JV Company.

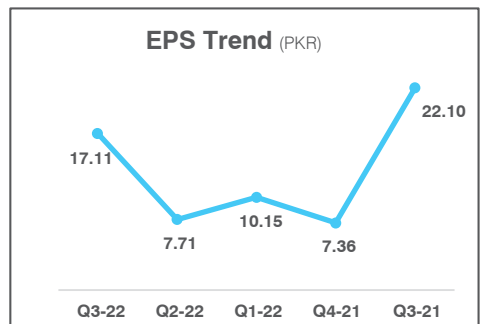
Accordingly, after-tax profit of PKR 11.31 billion was achieved during the nine months period under review as compared to PKR 11.69 billion reported during the same period last year.



Note: The Net Profit in Q3-21 was higher than other quarters mainly on account of higher volumes, lower input costs and higher dividends from Subsidiaries / associated companies

Earnings per share

The earnings per share of your Company for nine months period ended March 31, 2022 was PKR 34.97 in comparison to PKR 36.14 reported during the same period last year.



Investment Projects – New and Ongoing

Brownfield cement plant expansion in KPK Province of Pakistan – 3.15 million tons per annum

The Company's 3.15 million tons per annum brownfield expansion project at its Pezu Plant is in full swing with more than half of the materials related to civil, mechanical and electrical works delivered on site. Civil work is progressing as per schedule; whereas, major components of plant and machinery are expected to arrive at plant site in first quarter of financial year 2022-23.

The project is targeted to achieve its completion by December 2022.

Subsequent to completion of this project, the total cement production capacity of the Company will reach 15.3 million tons per annum.

Greenfield manufacturing facility of float glass – JV between ICI Pakistan and Tariq Glass Industries Limited

In line with the Group's growth aspirations, the members of ICI Pakistan accorded their approval for an equity investment of up to PKR 4.6 billion in the proposed joint venture between ICI Pakistan and Tariq Glass Industries Limited to set up a state-of-the-art, greenfield facility for manufacturing of float glass. The new facility will have a production capacity of up to 1,000 metric tons per day and will be set up in two phases, each phase having a production capacity of up to 500 metric tons per day. The shareholding of ICI Pakistan in the joint venture company will be 51%. The first phase of the project is expected to be operational during FY 2024-25.

Corporate Social Responsibility

Your Company is committed to continue making efforts to support Education, Women empowerment and Health under its CSR. Your Company has also been at the forefront for the development of society and the communities in which it operates.

Environment Conservation

Your Company always takes responsibility towards the environment seriously and in an effort to highlight the significance of the environment conservation; your Company continued with its pro-environment initiatives including tree-plantation drives in and around its manufacturing sites.

A recent testament of your Company's commitment for energy conservation and promotion of green energy resources was the launch of a 34 MW captive solar power project with a 5.589 MWh Reflex energy storage to be installed at Pezu plant in Khyber Pakhtunkhwa. While the Company has faced non-availability of both Gas and Furnace Oil in the past, with the launch of this project your Company will not only attempt to overcome the impact of looming energy crisis in the country but will also make its operations sustainable.

Education / Scholarships

In continuation of its long-term objective to provide merit-based support for the deserving and less privileged segments of the society, your Company continued to extend scholarships to various students of leading universities in Pakistan and abroad.

Furthermore, your company also launched three dedicated scholarship programs for the deserving youth of District Lakki Marwat. The aim of these programs is to make education accessible and affordable for deserving students especially from the rural areas regardless of their financial background.

Women Empowerment

Women empowerment through education has been an ongoing process in which your Company with the collaboration of Zindagi Trust has been supporting two leading Government girls' schools in Karachi. These schools have been transformed into model girls' educational institutions in Pakistan.

Further to this, your Company has also collaborated with Shahid Afridi Foundation (SAF) and adopted a primary school in the remote area of Karachi to improve primary level education for the less privileged.

Health Initiatives

The facilitation of quality healthcare for society at large continues to remain your Company's priority, particularly through the financial support of Aziz Tabba Foundation; a prominent philanthropic institution that is running Tabba Heart and Tabba Kidney institutes, which provide vital support in bridging the gap of specialized and modern medical care available in the Country.

Outlook

As Pakistan once again witnesses significant drop in Covid-19 infections, the challenges posed by the pandemic have reduced significantly. However, the political uncertainty in the country as well as Russia-Ukraine tension over-shadowed the recovery from the pandemic. Domestically, the challenges posed by looming energy crisis, circular debt, increased inflation, pressure on balance of payments, reduced foreign exchange reserves, exchange rate parity and fiscal deficit will continue to test the competitiveness of all businesses in the short to medium term. We expect that the performance of the economy will mirror the new Government's strategy to negotiate and resume IMF program and to improve various economic indicators through sustained and effective policy measures.

Cement Segment

The volatility in commodity prices internationally mainly due to Russia-Ukraine conflict, particularly coal and crude oil along with higher freight charges, is constantly impacting input costs of cement. Similar factors have also increased the cost of other construction materials particularly steel, due to which overall construction cost has gone up. On the other hand, due to recent hike in interest rate coupled with double-digit inflation and increasing cost of construction, cement demand is expected to remain under pressure in near future. Albeit in medium to long term, we expect strong demand to come from construction of dams, hydropower projects and other real estate development projects.

Chemical Segment

The businesses under our Subsidiary Company, ICI Pakistan, which includes Polyester Staple Fiber, Soda Ash, Pharmaceuticals, Animal Health, Chemicals and Agri Sciences, will be navigating through the challenges arising due to domestic economic situation, higher energy and raw materials cost. However, our Subsidiary remains focused on minimizing the negative impacts and continuing the momentum of serving its stakeholders by delivering enduring value, strengthening stakeholder relationships, leveraging its diversified product portfolio and actively exploring opportunities for organic and inorganic growth in line with its growth aspirations.

Automobile Segment

Lucky Motor Corporation (LMC) launched Peugeot 2008 SUV in Pakistan market towards the end of January 2022. The response so far is encouraging. This product has created its own segment and is aimed at targeting the niche market.

The outlook of automobile market for the rest of the CY 2022 looks challenging on the back of recently introduced measures by the government of Pakistan by way of increasing the rates of Federal Excise Duty and Sales Tax, which has resulted in an increase in the prices of the cars. Additionally, PKR devaluation to USD and the impact of increased freight on import of CKD kits and spare parts will put upward pressure on the prices of the cars.

There is still challenge in securing enough supply of semiconductors however the situation is likely to be improved from July 2022 and onwards which will help LMC to run its operations smoothly from the start of the next Fiscal Year.

LMC is concentrating more on localization for sustainable and competitive operations and to be able to remain strong post duty concessionary regime under ADP 2016-2021.

Power Segment

Lucky Electric Power Project, a 660 MW coal-fired power project which was synchronized with the national grid towards the end of CY 2021 and since then remained involved in extensive testing and completing relevant inspections and commissioning, achieved the Commercial Operations Date (COD) on March 21, 2022.

The addition of 660 MW to the national grid will not only play a key role in increasing the energy security and prosperity of Pakistan but will also go on to reduce the cost of electricity and reliance on imported fuel in the long run after the completion of Phase III of SECMC.

Your Company's strong financial position and free cash flow generating ability are anticipated to further support its vision to maintain its leadership position in Pakistan and to capitalize on new investment opportunities to maximize shareholders' value.

Acknowledgment

The Directors of your Company take pleasure in expressing their sincere gratitude and appreciation for the outstanding commitment and contribution of all the employees and the continued trust and reliance placed in the Company by all the stakeholders.

On behalf of the Board



MUHAMMAD YUNUS TABBA

Chairman / Director



MUHAMMAD ALI TABBA

Chief Executive / Director

Karachi: April 27, 2022

STRIVING FOR EXCELLENCE IN CORPORATE REPORTING

CONDENSED INTERIM FINANCIAL STATEMENTS

For the Nine Months Ended March 31, 2022

Unconsolidated & Consolidated

Unconsolidated Condensed Interim Statement of Financial Position

As at March 31, 2022

	Note	(Un-audited) March 31, 2022	(Audited) June 30, 2021
(PKR in '000')			
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	5	73,240,803	62,389,947
Intangible assets		1,747	670
		<u>73,242,550</u>	<u>62,390,617</u>
Long-term investments	6	57,594,485	53,194,485
Long-term loans and advances		202,178	98,655
Long-term deposits		7,937	7,937
		<u>131,047,150</u>	<u>115,691,694</u>
CURRENT ASSETS			
Stores and spares		13,153,487	10,526,573
Stock-in-trade		4,051,522	3,105,037
Trade debts		2,871,767	2,710,081
Loans and advances		3,271,083	944,987
Trade deposits and short-term prepayments		124,151	85,403
Accrued return		38,997	22,309
Other receivables		4,368,491	3,690,639
Tax refunds due from the Government		538,812	538,812
Short-term investments	14.2	12,472,931	16,227,103
Cash and bank balances		1,474,853	2,825,424
		<u>42,366,094</u>	<u>40,676,368</u>
TOTAL ASSETS		<u>173,413,244</u>	<u>156,368,062</u>
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Issued, subscribed and paid-up share capital		3,233,750	3,233,750
Reserves		121,261,004	109,966,508
		<u>124,494,754</u>	<u>113,200,258</u>
NON-CURRENT LIABILITIES			
Long-term deposits		255,132	243,633
Long-term loans	7	7,608,133	2,934,044
Deferred Government grant		1,546,916	1,107,940
Deferred liabilities			
- Staff gratuity - unfunded		2,605,142	2,337,897
- Deferred tax liability	8	6,280,988	6,157,224
		<u>8,886,130</u>	<u>8,495,121</u>
		<u>18,296,311</u>	<u>12,780,738</u>
CURRENT LIABILITIES			
Trade and other payables		25,608,728	20,789,760
Current maturity of long-term loans		380,181	506,908
Short-term borrowings		1,300,000	7,050,000
Unclaimed dividend		51,386	53,458
Accrued markup		73,553	70,868
Taxation - net		3,208,331	1,916,072
		<u>30,622,179</u>	<u>30,387,066</u>
		<u>48,918,490</u>	<u>43,167,804</u>
CONTINGENCIES AND COMMITMENTS	9		
TOTAL EQUITY AND LIABILITIES		<u>173,413,244</u>	<u>156,368,062</u>

The annexed notes from 1 to 16 form an integral part of these unconsolidated condensed interim financial statements.



Muhammad Yunus Tabba
Chairman / Director



Muhammad Ali Tabba
Chief Executive



Atif Kaludi
Chief Financial Officer

Unconsolidated Condensed Interim Statement of Profit or Loss

For the nine months ended March 31, 2022 (Un-audited)

	Note	Nine Months Ended		Quarter Ended	
		March 31, 2022 (PKR in '000')	March 31, 2021	March 31, 2022 (PKR in '000')	March 31, 2021
Gross sales	10	79,110,490	66,132,516	28,503,707	24,018,096
Less: Sales tax and federal excise duty		19,185,536	17,864,146	6,760,312	6,553,532
Rebates, incentive and commission		1,035,244	1,165,749	402,301	437,436
		20,220,780	19,029,895	7,162,613	6,990,968
Net sales		58,889,710	47,102,621	21,341,094	17,027,128
Cost of sales		(44,904,352)	(32,398,737)	(16,629,539)	(10,908,485)
Gross profit		13,985,358	14,703,884	4,711,555	6,118,643
Distribution cost		(3,688,286)	(3,879,817)	(1,352,823)	(1,208,906)
Administrative expenses		(1,092,429)	(950,663)	(382,776)	(347,907)
Finance cost		(270,925)	(246,213)	(85,906)	(90,589)
Other expenses		(1,122,842)	(1,016,827)	(450,271)	(541,859)
Other income	11	6,354,287	5,184,902	4,136,582	4,348,581
Profit before taxation		14,165,163	13,795,266	6,576,361	8,277,963
Taxation					
- current		(2,729,771)	(1,412,399)	(1,011,365)	(641,208)
- deferred		(126,333)	(695,337)	(30,429)	(490,397)
		(2,856,104)	(2,107,736)	(1,041,794)	(1,131,605)
Profit after taxation		11,309,059	11,687,530	5,534,567	7,146,358
			(PKR)		(PKR)
Earnings per share - basic and diluted		34.97	36.14	17.11	22.10

The annexed notes from 1 to 16 form an integral part of these unconsolidated condensed interim financial statements.



Muhammad Yunus Tabba
Chairman / Director



Muhammad Ali Tabba
Chief Executive



Atif Kaludi
Chief Financial Officer

Unconsolidated Condensed Interim Statement of Comprehensive Income

For the nine months ended March 31, 2022 (Un-audited)

	Nine Months Ended		Quarter Ended	
	March 31, 2022 (PKR in '000')	March 31, 2021	March 31, 2022 (PKR in '000')	March 31, 2021
Profit after taxation	11,309,059	11,687,530	5,534,567	7,146,358
Other comprehensive income:				
Other comprehensive (loss) / income which will not be reclassified to profit or loss in subsequent periods				
Unrealized (loss) / gain on remeasurement of equity instrument at fair value through other comprehensive income	(17,133)	6,496	(1,983)	(2,212)
Deferred tax thereon	2,570	(974)	297	332
	(14,563)	5,522	(1,686)	(1,880)
Total comprehensive income for the period	11,294,496	11,693,052	5,532,881	7,144,478

The annexed notes from 1 to 16 form an integral part of these unconsolidated condensed interim financial statements.



Muhammad Yunus Tabba
Chairman / Director



Muhammad Ali Tabba
Chief Executive



Atif Kaludi
Chief Financial Officer

Unconsolidated Condensed Interim Statement of Cash Flows

For the nine months ended March 31, 2022 (Un-audited)

	Note	March 31, 2022	March 31, 2021
		(PKR in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	12	12,187,868	14,051,975
Income tax paid		(2,051,504)	(550,067)
Gratuity paid		(92,270)	(77,976)
Finance cost paid		(268,240)	(251,565)
Income from deposits with Islamic banks		187,752	365,073
Increase in long-term loans and advances		(103,523)	(16,264)
Increase in long-term deposits (liabilities)		11,499	5,470
Net cash generated from operating activities		9,871,582	13,526,646
CASH FLOWS FROM INVESTING ACTIVITIES			
Fixed capital expenditure		(14,304,527)	(4,438,721)
Long-term investments made		(4,400,000)	(4,850,000)
Sale proceeds on disposal of property, plant and equipment		203,861	105,492
Dividend received from subsidiary companies		3,284,976	4,250,435
Dividend and other income received from associated company		187,505	61,137
Dividend received on short-term investments		834,728	360,263
(Placement) / release of balance as lien		(789,111)	1,628,000
Net cash used in investing activities		(14,982,568)	(2,883,394)
CASH FLOWS FROM FINANCING ACTIVITIES			
Long-term loan obtained		5,493,246	2,908,087
Long-term loan repaid		(506,908)	-
Dividends paid		(2,072)	(19,421)
		4,984,266	2,888,666
Net (decrease) / increase in cash and cash equivalents		(126,720)	13,531,918
Cash and cash equivalents at the beginning of the period		11,641,039	888,638
Cash and cash equivalents at the end of the period	12.1	11,514,319	14,420,556

The annexed notes from 1 to 16 form an integral part of these unconsolidated condensed interim financial statements.



Muhammad Yunus Tabba
Chairman / Director



Muhammad Ali Tabba
Chief Executive



Atif Kaludi
Chief Financial Officer

Unconsolidated Condensed Interim Statement of Changes in Equity

For the nine months ended March 31, 2022 (Un-audited)

	Issued, subscribed and paid-up capital	Capital reserve Share premium	Revenue reserves		Total reserves	Total equity
			General reserves	Unappropriated profit		
(PKR in '000')						
Balance as at July 01, 2020	3,233,750	7,343,422	81,639,307	6,967,382	95,950,111	99,183,861
Transfer to general reserves	-	-	3,508,483	(3,508,483)	-	-
Total comprehensive income for the nine months ended March 31, 2021	-	-	-	11,693,052	11,693,052	11,693,052
Balance as at March 31, 2021	<u>3,233,750</u>	<u>7,343,422</u>	<u>85,147,790</u>	<u>15,151,951</u>	<u>107,643,163</u>	<u>110,876,913</u>
Balance as at July 01, 2021	3,233,750	7,343,422	85,147,790	17,475,296	109,966,508	113,200,258
Transfer to general reserves	-	-	14,016,397	(14,016,397)	-	-
Total comprehensive income for the nine months ended March 31, 2022	-	-	-	11,294,496	11,294,496	11,294,496
Balance as at March 31, 2022	<u>3,233,750</u>	<u>7,343,422</u>	<u>99,164,187</u>	<u>14,753,395</u>	<u>121,261,004</u>	<u>124,494,753</u>

The annexed notes from 1 to 16 form an integral part of these unconsolidated condensed interim financial statements.



Muhammad Yunus Tabba
Chairman / Director



Muhammad Ali Tabba
Chief Executive



Atif Kaludi
Chief Financial Officer

Notes to the Unconsolidated Condensed Interim Financial Statements

For the Nine Months ended March 31, 2022 (Un-audited)

1 THE COMPANY AND ITS OPERATIONS

1.1 Lucky Cement Limited (the Company) was incorporated in Pakistan on September 18, 1993 under the Companies Ordinance, 1984 [now Companies Act, 2017] and is listed on the Pakistan Stock Exchange. The Company has also issued Global Depository Receipts (GDRs) which are listed and traded on the Professional Securities Market of the London Stock Exchange. The principal activity of the Company is manufacturing and marketing of cement.

The registered office of the Company is located at Pezu, District Lakki Marwat in Khyber Pakhtunkhwa and the head office is situated at Muhammad Ali Housing Society, A. Aziz Hashim Tabba Street in Karachi. The Company has two production facilities at Pezu, District Lakki Marwat in Khyber Pakhtunkhwa and at Main Super Highway in Karachi, Sindh. Further, the Company's liaison offices are situated in Islamabad, Quetta, Multan, D.I.Khan, Lahore and Peshawar.

1.2 These unconsolidated condensed interim financial statements are separate financial statements of the Company in which investments in subsidiaries and an associated company have been accounted for at cost less accumulated impairment losses, if any.

2 STATEMENT OF COMPLIANCE

2.1 These unconsolidated condensed interim financial statements of the Company for the nine months ended March 31, 2022 have been prepared in accordance with the accounting and reporting standards applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard 34, 'Interim Financial Reporting' (IAS 34), issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 (the Act); and
- provisions of and directives issued under the Act.

Where the provisions of or directives issued under the Act differ with the requirements of IAS 34, the provisions of and directives issued under the Act have been followed.

2.2 These unconsolidated condensed interim financial statements do not include all the information and disclosures required in the unconsolidated annual audited financial statements, and should be read in conjunction with the Company's unconsolidated annual audited financial statements for the year ended June 30, 2021.

3 SIGNIFICANT ACCOUNTING POLICIES

3.1 The accounting policies and methods of computation adopted in the preparation of these unconsolidated condensed interim financial statements are consistent with those applied in the preparation of the unconsolidated annual audited financial statements for the year ended June 30, 2021.

3.2 **Change in accounting standards, interpretations and amendments to published accounting and reporting standards**

(a) Amendments to published accounting and reporting standards which became effective during the period:

There were certain amendments to accounting and reporting standards which became mandatory for the Company during the period. However, the amendments did not have any significant impact on the financial reporting of the Company and, therefore, have not been disclosed in these unconsolidated condensed interim financial statements.

(b) Amendments to published accounting and reporting standards that are not yet effective:

There are certain amendments to the accounting and reporting standards that will be mandatory for the Company's annual accounting periods beginning on or after July 1, 2022. However, these amendments will not have any significant impact on the financial reporting of the Company and, therefore, have not been disclosed in these unconsolidated condensed interim financial statements.

4 ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts. Actual results may differ from these judgements, estimates and assumptions.

Judgements and estimates made by the management in the preparation of these unconsolidated condensed interim financial statements are the same as those applied in the unconsolidated annual audited financial statements of the Company for the year ended June 30, 2021.

5 PROPERTY, PLANT AND EQUIPMENT

	Note	(Un-audited) March 31, 2022	(Audited) June 30, 2021
(PKR in '000')			
5.1	Following is the movement in property, plant and equipment during the period / year:		
Operating fixed assets (WDV) - opening balance		58,033,791	59,650,770
Add: Additions during the period / year	5.2	5,517,232	2,711,557
		<u>63,551,023</u>	<u>62,362,327</u>
Less: Disposals during the period / year (WDV)		96,453	29,776
Depreciation charge for the period / year		3,355,511	4,298,760
Operating fixed assets (WDV) - closing balance		<u>60,099,059</u>	<u>58,033,791</u>
Add: Capital work-in-progress	5.3	12,740,380	4,015,044
Add: Capital spares		401,364	341,112
		<u>73,240,803</u>	<u>62,389,947</u>

Notes to the Unconsolidated Condensed Interim Financial Statements

For the Nine Months ended March 31, 2022 (Un-audited)

5.2 Following additions and deletions were made during the period in operating fixed assets:

	(Un-audited)	
	March 31, 2022	
	Additions (Cost)	Deletions (Cost)
	(PKR in '000')	
Operating fixed assets		
Land - freehold	7,700	-
Buildings on freehold land		
- Cement plant	62,990	-
- Power plant	116,938	-
Buildings on leasehold land		
- Cement plant	150,070	-
Machinery	360,088	-
Generators	4,004,820	-
Quarry equipments	22,103	61,357
Vehicles	718,995	190,166
Furniture and fixtures	13,905	182
Office equipment	15,104	418
Computer and Accessories	24,279	4,746
Other assets (Laboratory equipment, etc.)	20,240	1,254
	<u>5,517,232</u>	<u>258,123</u>

5.3 Following is the movement in capital work-in-progress during the period / year:

	Note	(Un-audited) March 31, 2022	(Audited) June 30, 2021
		(PKR in '000')	
Opening balance		4,015,044	334,191
Add: Additions during the period / year		14,244,275	6,392,410
		<u>18,259,319</u>	<u>6,726,601</u>
Less: Transferred to operating fixed assets		5,517,232	2,711,557
Less: Transferred to intangible assets		1,707	-
Closing balance		<u>12,740,380</u>	<u>4,015,044</u>
6 LONG-TERM INVESTMENTS - at cost			
Subsidiaries			
Lucky Holdings Limited	6.1	32,145	32,145
LCL Investment Holdings Limited	6.2	4,580,500	4,580,500
Lucky Motor Corporation Limited	6.3	12,876,384	12,876,384
ICI Pakistan Limited	6.4	9,594,091	9,594,091
Lucky Electric Power Company Limited	6.5	<u>29,900,000</u>	<u>25,500,000</u>
		56,983,120	52,583,120
Associate			
Yunus Energy Limited	6.6	611,365	611,365
		<u>57,594,485</u>	<u>53,194,485</u>

6.1 Lucky Holdings Limited (LHL) is a public unlisted company incorporated in Pakistan. As of the reporting date, the Company holds 75 percent shares (643,500 issued, subscribed and paid up shares of PKR 10 each) of Lucky Holdings Limited.

6.2 Represents 100 percent equity investment in LCL Investment Holdings Limited (LCLIHL) comprising of 45,000,002 issued, subscribed and paid up shares of USD 1 each, a wholly owned subsidiary of the Company, incorporated and domiciled in Mauritius. LCLIHL has entered into joint venture agreements with Al Shumookh group to form Lucky Al Shumookh Holdings Limited (LASHL) for operating a cement grinding unit in Basra, Iraq and Al Shumookh Lucky Investment Limited (ASLIL) for operating a fully integrated cement manufacturing unit in Samawah, Iraq. LASHL and ASLIL are companies with limited liability registered in Jebel Ali Free Zone, United Arab Emirates. LCLIHL holds 50 percent ownership in the aforesaid joint ventures.

LCLIHL has also entered into a joint venture agreement with Rawsons Investments Limited (registered in Cayman Islands) for establishing Lucky Rawji Holdings Limited (LRHL), incorporated with limited liability under laws of British Virgin Islands, for operating a fully integrated cement manufacturing unit in the Democratic Republic of Congo. LCLIHL holds 50 percent ownership interest in LRHL.

6.3 Represents equity investment in Lucky Motor Corporation Limited (LMC), a public unlisted company incorporated in Pakistan. LMC is engaged in assembly, marketing, distribution and sale of various types of Kia and Stellantis N.V. branded vehicles, parts, accessories and related services. It has also entered into an agreement with Samsung Gulf Electronic Co. FZE for producing Samsung branded mobile devices in Pakistan. The Company holds 71.14 percent shares of LMC comprising of 1,287,638,359 issued, subscribed and paid-up shares of PKR 10 each.

6.4 ICI Pakistan Limited (ICI) was incorporated in Pakistan and is listed on the Pakistan Stock Exchange. The Company holds 55 percent shares (50,798,000 shares of PKR 10 each) of ICI. ICI is engaged in the manufacture of polyester staple fibre, POY chips, soda ash, specialty chemicals, sodium bicarbonate and polyurethanes; marketing of seeds, toll manufactured and imported pharmaceuticals and animal health products; and merchandising of general chemicals and manufacturing of Masterbatches. It also acts as an indenting agent and toll manufacturer. Its manufacturing facilities are situated in Karachi, Lahore and Khewra and the registered office of ICI is situated at 5 West Wharf, Karachi.

6.5 Lucky Electric Power Company Limited (LEPCL) was incorporated in Pakistan on June 13, 2014, as a public unlisted company. The Company holds 100 percent shares comprising of 2,675,000,000 issued, paid-up and subscribed shares of PKR 10 each of LEPCL. The amount of investment includes advance against issuance of shares amounting to PKR 3,150 million (June 30, 2021: PKR 1,200 million). The aforementioned shares held by the Company are pledged under a Shares Pledge Agreement in connection with the lending facilities provided by the lenders to LEPCL.

The commercial operations of LEPCL have started in March 2022. LEPCL has set up a 660 MW coal based power project in Karachi. Its registered office is situated at 6-A, Muhammad Ali Society, A. Aziz Hashim Tabba Street, Karachi in the province of Sindh.

6.6 Represents equity investment in Yunus Energy Limited (YEL), a public unlisted company incorporated in Pakistan. As of the reporting date, the Company owns 20 percent shares of YEL comprising of 61,136,500 issued, subscribed and paid up shares of PKR 10 each.

7 LONG-TERM LOANS

7.1 There is no material change in the terms and conditions of the long-term loans as disclosed in the unconsolidated annual audited financial statements as at and for the year ended June 30, 2021 except that:

Notes to the Unconsolidated Condensed Interim Financial Statements

For the Nine Months ended March 31, 2022 (Un-audited)

- the Company obtained long-term loan facilities aggregating PKR 3,604 million during the period under the Long-Term Financing Facility (LTFF) of the State Bank of Pakistan from three commercial banks and a DFI. The loans are repayable in semi-annual installments over a period of ten years which include a grace period of two years and are secured by way of hypothecation charge over specific plant and machinery of the Company. The facility carries mark-up ranging from 2.50% to 3.00%; and
- the Company further obtained loan facility aggregating PKR 1,889 million from three commercial banks under the Islamic Temporary Economic Refinance Facility (ITERF) of the State Bank of Pakistan at the mark-up ranging from 1.95% to 2.5%. These loans are repayable in semi-annual installments over a period of ten years which include a grace period of two years and are secured by way of hypothecation charge over specific plant and machinery of the Company.

	(Un-audited) March 31, 2022	(Audited) June 30, 2021
	(PKR in '000')	

8 DEFERRED TAX LIABILITY

Deferred tax liability comprises the following :

- Taxable temporary differences arising due to accelerated tax depreciation allowance	7,525,585	7,090,871
- Deductible temporary differences arising in respect of provisions and minimum tax	(1,244,597)	(933,647)
	<u>6,280,988</u>	<u>6,157,224</u>

9 CONTINGENCIES AND COMMITMENTS

- 9.1 There are no significant changes in the status of contingencies and commitments as reported in note 28 to the unconsolidated annual audited financial statements of the Company for the year ended June 30, 2021, except as disclosed in notes 9.2 and 9.3.

	(Un-audited) March 31, 2022	(Audited) June 30, 2021
	(PKR in '000')	

9.2 Capital commitments

Machinery under letters of credit	15,740,052	14,952,741
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9.3 Other commitments

Stores, spares, packing material and other supplies / services under letters of credit	3,367,249	1,649,345
Bank guarantees issued by the Company on behalf of subsidiary company	4,514,000	19,114,000
Bank guarantees issued on behalf of the Company	2,630,675	2,231,982
Post dated cheques	1,195,074	825,010
Commitment on behalf of subsidiary company in respect of cost over-run and PSRA support	25,259,444	21,689,041

	For the Nine Months ended	
	March 31, 2022	March 31, 2021
	(PKR in '000')	

10 GROSS SALES

Local	68,621,851	55,101,891
Export	10,488,639	11,030,625
	<u>79,110,490</u>	<u>66,132,516</u>

11 OTHER INCOME

It mainly includes dividend income, fee for provision of technical services to Nyumba Ya Akiba (a related party), income from deposits with Islamic banks and net income from supply of surplus electricity to Hyderabad Electric Supply Company.

	Note	For the Nine Months ended	
		March 31, 2022	March 31, 2021
		(PKR in '000')	

12 CASH GENERATED FROM OPERATIONS

Profit before taxation		14,163,163	13,795,266
Adjustments for non-cash charges and other items			
Depreciation	5.1	3,355,511	3,209,037
Amortization of intangible assets		630	8,383
Gain on disposal of property, plant & equipment		(107,408)	(75,992)
Provision for gratuity		359,515	291,531
Provision for slow moving spares		-	248,343
(Reversal) / creation of provision for doubtful debts		(5,000)	6,493
Dividend income from subsidiaries		(3,284,976)	(4,250,435)
Dividend income from other investments		(354)	-
Dividend and other income from associate		(187,505)	(61,137)
Dividend income from short-term investments		(834,374)	(360,263)
Income from deposits with islamic banks		(204,440)	(348,962)
Finance cost		270,925	246,213
		<u>13,527,687</u>	<u>12,708,477</u>
Increase in current assets			
Stores and spares		(2,626,914)	(3,738,348)
Stock-in-trade		(946,485)	796,843
Trade debts		(156,686)	1,026,939
Loans and advances		(2,326,096)	(207,104)
Trade deposits and short-term prepayments		(38,748)	(27,445)
Other receivables		(677,852)	1,398,556
		<u>(6,772,781)</u>	<u>(750,559)</u>
Increase in current liabilities			
Trade and other payables		5,432,962	2,094,057
		<u>5,432,962</u>	<u>2,094,057</u>
Cash generated from operations		<u>12,187,868</u>	<u>14,051,975</u>

Notes to the Unconsolidated Condensed Interim Financial Statements

For the Nine Months ended March 31, 2022 (Un-audited)

	(Un-audited) March 31, 2022	(Audited) June 30, 2021
	(PKR in '000')	
12.1 CASH AND CASH EQUIVALENTS		
Cash and bank balances	1,474,853	7,932,845
Balances held as lien	(1,111,111)	(322,000)
Short-term borrowings	(1,300,000)	(7,050,000)
Short-term investments	12,450,577	13,859,711
	<u>11,514,319</u>	<u>14,420,556</u>

13 TRANSACTIONS WITH RELATED PARTIES

Related parties include subsidiaries, associated entities, directors, other key management personnel and close family members of directors and other key management personnel. Details of transactions with related parties during the period, other than those which have been disclosed elsewhere in these unconsolidated financial statements, are as follows:

	For the Nine Months ended	
	March 31, 2022	March 31, 2021
	(PKR in '000')	
Transactions with Subsidiary Companies		
Reimbursement of expenses to the Company	66	79
Sales	108,071	25,388
Purchases	2,090	11,382
Purchase of fixed assets	-	1,755
Purchase of vehicles	294,602	60,405
Investment made during the period	4,400,000	4,850,000
Dividend received	3,284,976	4,250,435
Payment against claim of tax loss	613,992	34,759
Services received	111	920
Transactions with Directors and their close family members		
Sales	531	246
Meeting fee	2,125	1,281
Transactions with Associated Undertakings		
Sales	615,944	263,163
Dividend and other income received	187,506	61,137
Reimbursement of expenses to Company	15,038	12,786
Reimbursement of expenses from Company	25,067	9,653
Donation	150,000	140,000
Services received	-	22,519
Purchases	66	-
Fee for technical service income	1,483,157	-
Transactions with other key management personnel		
Salaries and benefits	229,629	208,278
Post employment benefits	35,046	33,719

14 FINANCIAL RISK MANAGEMENT AND FINANCIAL INSTRUMENTS

14.1 Financial risk factors

The Company is exposed to market risk (including return rate risk, currency risk and other price risk), credit risk and liquidity risk. The Company's finance and treasury departments oversee the management of these risks.

There have been no changes in the risk management policies during the period, consequently these condensed interim financial statements do not include all the financial risk management information and disclosures required in the annual financial statements.

14.2 Fair value hierarchy

The table below analyses financial instruments carried at fair value by valuation method. The different levels have been defined as follows:

- quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1);
- inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly (level 2); and
- inputs for the asset or liability that are not based on observable market data (level 3).

Assets	March 31, 2022 (Un-audited)			Total
	Level 1	Level 2	Level 3	
	(PKR in '000')			
Financial assets - fair value through profit or loss				
- Short-term investments (units of mutual fund)	-	12,450,577	-	12,450,577
Financial assets - fair value through other comprehensive income				
- Short-term investment (shares of PSX)	22,354	-	-	22,354
	<u>22,354</u>	<u>12,450,577</u>	<u>-</u>	<u>12,472,931</u>

15 DATE OF AUTHORISATION FOR ISSUE

These unconsolidated condensed interim financial statements were authorized for issue on April 27, 2022 by the Board of Directors of the Company.

Notes to the Unconsolidated Condensed Interim Financial Statements

For the Nine Months ended March 31, 2022 (Un-audited)

16 GENERAL

- 16.1** Figures have been rounded off to the nearest thousand of PKR, unless otherwise stated.
- 16.2** Corresponding figures and balances have been rearranged and / or reclassified, where considered necessary, for the purpose of comparison and better presentation the effects of which are not material.



Muhammad Yunus Tabba
Chairman / Director



Muhammad Ali Tabba
Chief Executive



Atif Kaludi
Chief Financial Officer

Consolidated Condensed Interim Statement of Financial Position

As at March 31, 2022

	Note	(Un-audited) March 31, 2022	(Audited) June 30, 2021
(PKR in '000')			
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	5	258,901,846	215,582,487
Intangible assets		11,647,497	7,024,057
Right-of-use assets	6	183,159	234,202
		270,732,502	222,840,746
Long-term investments	7	34,490,289	26,958,382
Long-term loans and advances		848,095	737,417
Long-term deposits and prepayments		64,867	53,297
		306,135,753	250,589,842
CURRENT ASSETS			
Stores, spares and consumables		25,255,173	12,406,105
Stock-in-trade		54,462,007	36,258,277
Trade debts		23,845,705	5,645,184
Loans and advances		5,861,910	2,189,186
Trade deposits and short-term prepayments		1,061,136	921,196
Other receivables		15,584,867	12,424,855
Tax refunds due from the Government		538,812	538,812
Taxation receivable		418,195	736,597
Accrued return		40,244	23,440
Short-term investments		12,472,931	26,286,983
Cash and bank balances		22,232,319	13,377,143
		161,773,299	110,807,778
TOTAL ASSETS		467,909,052	361,397,620
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Issued, subscribed and paid-up capital		3,233,750	3,233,750
Reserves		156,085,731	132,389,387
Attributable to the owners of the Holding Company		159,319,481	135,623,137
Non-controlling interest		26,219,554	21,403,155
Total equity		185,539,035	157,026,292
NON-CURRENT LIABILITIES			
Long-term loans		116,026,792	93,558,287
Long-term deposits and other liabilities		6,288,882	5,422,053
Lease liabilities		101,327	171,533
Deferred income - Government grant		2,960,294	1,948,977
Deferred liabilities			
- Staff Gratuity - unfunded		2,796,579	2,520,556
- Deferred tax liability		9,897,322	9,902,174
	8	12,693,901	12,422,730
		138,071,196	113,523,580
CURRENT LIABILITIES			
Current portion of long-term finances		6,201,825	5,309,741
Trade and other payables		100,445,606	70,917,677
Provision for taxation		3,602,588	2,275,047
Accrued return		554,745	248,689
Short-term borrowings and running finance		33,224,921	11,949,034
Current portion of lease liabilities		101,523	94,102
Unclaimed dividend		167,613	53,458
		144,298,821	90,847,748
		282,370,017	204,371,328
CONTINGENCIES AND COMMITMENTS	9		
TOTAL EQUITY AND LIABILITIES		467,909,052	361,397,620

The annexed notes from 1 to 15 form an integral part of these consolidated condensed interim financial statements.



Muhammad Yunus Tabba
Chairman / Director



Muhammad Ali Tabba
Chief Executive



Atif Kaludi
Chief Financial Officer

Consolidated Condensed Interim Statement of Profit or Loss

For the nine months ended March 31, 2022 (Un-audited)

	Note	Nine Months Ended		Quarter Ended	
		March 31, 2022 (PKR in '000')	March 31, 2021	March 31, 2022 (PKR in '000')	March 31, 2021
Gross revenue	10	265,698,737	202,460,151	111,196,109	78,742,766
Less: Sales tax and excise duty		40,092,286	38,010,561	14,876,057	15,454,985
Rebates, incentives and commission		9,029,525	7,655,032	3,122,879	2,308,512
		49,121,811	45,665,593	17,998,936	17,763,497
Net revenue		216,576,926	156,794,558	93,197,173	60,979,269
Cost of sales		(176,721,610)	(121,587,518)	(78,730,252)	(45,983,026)
Gross profit		39,855,316	35,207,040	14,466,921	14,996,243
Distribution cost		(8,022,797)	(6,984,508)	(2,842,242)	(2,326,076)
Administrative expenses		(5,497,819)	(5,140,911)	(2,071,477)	(2,123,987)
Finance cost		(2,170,955)	(1,106,838)	(1,257,305)	(345,015)
Other expenses		(2,614,762)	(1,467,561)	(971,894)	(692,753)
Other income	11	4,331,412	2,025,527	975,798	798,741
Share of profit - joint ventures and associates		5,817,308	3,293,873	2,880,835	1,211,219
Profit before taxation		31,697,703	25,826,622	11,180,636	11,518,372
Taxation					
- current		(5,217,358)	(3,375,290)	(1,646,389)	(1,349,947)
- deferred		52,207	(297,187)	(155,709)	(459,045)
		(5,165,151)	(3,672,477)	(1,802,098)	(1,808,992)
Profit after taxation		26,532,552	22,154,145	9,378,538	9,709,380
Attributable to:					
Owners of the Holding Company		20,718,442	18,225,882	7,571,742	7,860,727
Non-controlling interest		5,814,110	3,928,263	1,806,796	1,848,653
		26,532,552	22,154,145	9,378,538	9,709,380
		(PKR)		(PKR)	
Earnings per share - basic and diluted		64.07	56.36	23.41	24.31

The annexed notes from 1 to 15 form an integral part of these consolidated condensed interim financial statements.



Muhammad Yunus Tabba
Chairman / Director



Muhammad Ali Tabba
Chief Executive



Atif Kaludi
Chief Financial Officer

Consolidated Condensed Interim Statement of Comprehensive Income

For the nine months ended March 31, 2022 (Un-audited)

	Nine Months Ended		Quarter Ended	
	March 31, 2022 (PKR in '000')	March 31, 2021	March 31, 2022 (PKR in '000')	March 31, 2021
Profit after taxation	26,532,552	22,154,145	9,378,538	9,709,380
Other comprehensive income for the period				
Other comprehensive income which may be reclassified to profit or loss in subsequent periods:				
Unrealized income on cash flow hedges	26,672	-	33,131	-
Other comprehensive income / (loss) which will not be reclassified to profit or loss in subsequent periods:				
Foreign exchange differences on translation of foreign operations	2,977,795	(1,430,626)	883,778	(701,956)
Unrealized (loss) / gain on remeasurement of equity investment at fair value through other comprehensive income	(17,133)	6,496	(1,983)	(2,212)
Deferred tax thereon	2,570	(974)	297	332
	(14,563)	5,522	(1,685)	(1,880)
	2,963,232	(1,425,104)	882,093	(703,836)
Total comprehensive income for the period	29,522,456	20,729,041	10,293,762	9,005,544
Attributable to:				
Owners of the Holding Company	23,696,344	16,800,778	8,472,058	7,156,891
Non-controlling interest	5,826,112	3,928,263	1,821,704	1,848,653
	29,522,456	20,729,041	10,293,762	9,005,544

The annexed notes from 1 to 15 form an integral part of these consolidated condensed interim financial statements.



Muhammad Yunus Tabba
Chairman / Director



Muhammad Ali Tabba
Chief Executive



Atif Kaludi
Chief Financial Officer

Consolidated Condensed Interim Statement of Cash Flows

For the nine months ended March 31, 2022 (Un-audited)

	Note	March 31, 2022	March 31, 2021
(PKR in '000')			
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	12	7,287,654	43,010,997
Finance cost paid		(8,481,476)	(6,172,569)
Income tax paid		(4,068,404)	(1,227,089)
Staff retirement benefits paid		(161,892)	(144,387)
Income from deposits and others		1,528,237	1,112,607
Increase in long-term loans and advances		(105,118)	(52,332)
(Increase) / decrease in long-term deposits and prepayments		(4,129)	5,683
Net cash (used in) / generated from operating activities		(4,005,128)	36,532,910
CASH FLOWS FROM INVESTING ACTIVITIES			
Fixed capital expenditure		(39,334,010)	(15,008,395)
Impact of acquisition of NutriCo Pakistan Limited		(481,023)	-
Dividend and other income received from associated company		187,505	61,137
Dividend received from short-term investments		834,728	360,263
(Placement) / release of balance as lien		(789,111)	1,628,000
Sale proceeds on disposal of property, plant and equipment		259,395	149,612
Net cash used in investing activities		(39,322,516)	(13,546,007)
CASH FLOWS FROM FINANCING ACTIVITIES			
Long-term finance obtained		23,887,379	11,612,364
Long-term finance repaid		(4,509,269)	-
Payment against finance lease liability		(91,954)	(91,854)
Advance against issuance of shares to non-controlling interest		-	595,000
Dividends paid to non-controlling interest		(2,616,662)	(1,804,856)
Net cash generated from financing activities		16,669,494	10,310,654
Net (decrease) / increase in cash and cash equivalents		(26,658,150)	33,297,557
Cash and cash equivalents at the beginning of the period		27,353,606	3,905,171
Effect of foreign currency translation on cash		(348,592)	(312,407)
Cash and cash equivalents at the end of the period		346,864	36,890,321
Cash and cash equivalents at March 31 comprise of:			
Cash and bank balances		22,232,319	33,826,126
Short-term finances		(33,224,921)	(10,473,516)
Balance held as lien		(1,111,111)	(322,000)
Short-term investments		12,450,577	13,859,711
		346,864	36,890,321

The annexed notes from 1 to 15 form an integral part of these consolidated condensed interim financial statements.



Muhammad Yunus Tabba
Chairman / Director



Muhammad Ali Tabba
Chief Executive



Atif Kaludi
Chief Financial Officer

Consolidated Condensed Interim Statement of Changes in Equity

For the nine months ended March 31, 2022 (Un-audited)

	Issued, subscribed and paid-up capital	Capital reserve		Revenue reserves		Total reserves	Non-controlling interest	Total equity
		Share premium	Foreign currency translation reserve	General reserves	Unappropriated profit			
(PKR in '000')								
Balance as at July 01, 2020	3,233,750	7,343,422	4,625,020	81,639,307	16,935,842	110,543,591	17,709,710	131,487,051
Transfer to general reserves	-	-	-	3,508,483	(3,508,483)	-	-	-
Dividends paid to non-controlling interest of ICI	-	-	-	-	-	-	(1,039,016)	(1,039,016)
Dividends paid to non-controlling interest of LMC	-	-	-	-	-	-	(1,148,215)	(1,148,215)
Dividends paid to non-controlling interest of LHL	-	-	-	-	-	-	(42,900)	(42,900)
Shares issued to non-controlling interest of ICI	-	-	-	-	-	-	490,000	490,000
Shares issued to non-controlling interest of LMC	-	-	-	-	-	-	105,000	105,000
Effect of merger of Lucky Auto Industries in LMC	-	-	-	-	(12,356)	(12,356)	(5,013)	(17,369)
Profit after taxation	-	-	-	-	18,225,882	18,225,882	3,928,263	22,154,145
Other comprehensive income	-	-	(1,430,626)	-	5,522	(1,425,104)	-	(1,425,104)
Total comprehensive income for nine months ended March 31, 2021	-	-	(1,430,626)	-	18,231,404	16,800,778	3,928,263	20,729,041
Balance as at March 31, 2021	3,233,750	7,343,422	3,194,394	85,147,790	31,646,407	127,332,013	19,997,829	150,563,592
Balance as at July 01, 2021	3,233,750	7,343,422	3,692,151	85,147,790	36,206,024	132,389,387	21,403,155	157,026,292
Transfer to general reserves	-	-	-	14,016,397	(14,016,397)	-	-	-
Dividends paid to non-controlling interest of ICI	-	-	-	-	-	-	(1,662,442)	(1,662,442)
Dividends paid to non-controlling interests of LMC	-	-	-	-	-	-	(432,915)	(432,915)
Dividends paid to non-controlling interest of LHL	-	-	-	-	-	-	(61,991)	(61,991)
Non-controlling interest recognised on acquisition of NutriCo Pakistan Limited	-	-	-	-	-	-	1,147,635	1,147,635
Profit after taxation	-	-	-	-	20,718,442	20,718,442	5,814,110	26,532,552
Other comprehensive income	-	-	2,977,795	-	107	2,977,902	12,002	2,989,904
Total comprehensive income for the nine months ended March 31, 2022	-	-	2,977,795	-	20,718,549	23,696,344	5,826,112	29,522,456
Balance as at March 31, 2022	3,233,750	7,343,422	6,669,946	99,164,187	42,908,176	156,085,731	26,219,554	185,539,035

The annexed notes from 1 to 15 form an integral part of these consolidated condensed interim financial statements.



Muhammad Yunus Tabba
Chairman / Director



Muhammad Ali Tabba
Chief Executive



Atif Kaludi
Chief Financial Officer

Notes to the Consolidated Condensed Interim Financial Statements

For the nine months ended March 31, 2022 (Un-audited)

1 THE GROUP AND ITS OPERATIONS

The Group consists of Lucky Cement Limited (the Holding Company) and its subsidiary companies namely LCL Investment Holdings Limited, Lucky Holdings Limited, Lucky Electric Power Company Limited, ICI Pakistan Limited and Lucky Motor Corporation Limited. Brief profiles of the Holding Company and its subsidiaries are as follows:

1.1 Lucky Cement Limited

The Holding Company was incorporated in Pakistan on September 18, 1993 under the Companies Ordinance, 1984 (now the Companies Act, 2017). The shares of the Holding Company are listed on the Pakistan Stock Exchange (PSX). The Holding Company has also issued Global Depository Receipts (GDRs) which are listed and traded on the Professional Securities Market of the London Stock Exchange. The principal activity of the Holding Company is manufacturing and marketing of cement. The registered office of the Holding Company is located at Pezu, District Lakki Marwat in Khyber Pakhtunkhwa. The Holding Company has two production facilities at Pezu, District Lakki Marwat in Khyber Pakhtunkhwa and at Main Super Highway in Karachi, Sindh.

1.2 Lucky Holdings Limited

Lucky Holdings Limited (LHL) was incorporated in Pakistan on September 6, 2012 as a public unlisted Company limited by shares under the Companies Ordinance, 1984. The registered office of LHL is situated at Third Floor, Syed Towers, University Road, Opp: Custom House, Peshawar, Khyber Pakhtunkhwa. As of statement of financial position date, the Holding Company owns 75 percent shares (641,500 issued, subscribed and paid-up capital of PKR 10 each) of Lucky Holdings Limited (LHL).

1.3 LCL Investment Holdings Limited

The Holding Company has made an investment in LCL Investment Holdings Limited (LCLIHL), incorporated and domiciled in Mauritius. LCLIHL has entered into joint venture agreements with Al-Shumookh group to form Lucky Al-Shumookh Holdings Limited (LASHL) for operating a cement grinding unit in Basra, Iraq and Al-Shumookh Lucky Investment Limited (ASLIL) for operating a fully integrated cement manufacturing unit in Samawah, Iraq. LASHL and ASLIL are companies with limited liability registered in Jebel Ali Free Zone, United Arab Emirates. LCLIHL holds 50 percent ownership in the aforesaid joint ventures.

LCLIHL has also entered into a joint venture agreement with Rawsons Investments Limited (registered in Cayman Islands) for establishing Lucky Rawji Holdings Limited (LRHL), incorporated with limited liability under laws of British Virgin Islands, for operating a fully integrated cement manufacturing unit in the Democratic Republic of Congo. LCLIHL holds 50 percent ownership interest in LRHL.

1.4 Lucky Motor Corporation Limited

Represents equity investment in Lucky Motor Corporation Limited (LMC), a public unlisted company incorporated in Pakistan. LMC is engaged in assembly, marketing, distribution and sale of various types of Kia and Stellantis N.V. branded vehicles, parts, accessories and related services. It is also engaged in producing Samsung branded mobile devices in Pakistan under an agreement with Samsung Gulf Electronic Co. FZE. The Holding Company holds 71.14 percent shares of LMC comprising of 1,287,638,359 issued, subscribed and paid-up shares of PKR 10 each.

1.5 ICI Pakistan Limited

ICI Pakistan Limited (ICI) was incorporated in Pakistan and is listed on the Pakistan Stock Exchange. The Holding Company holds 55 percent shares (50,798,000 shares of PKR 10 each) of ICI. ICI is engaged in the manufacture of polyester staple fibre, POY chips, soda ash, specialty chemicals, sodium bicarbonate and polyurethanes; marketing of seeds, toll manufactured and imported pharmaceuticals and animal health products; and merchandising of general chemicals and manufacturing of Masterbatches. It also acts as an indenting agent and toll manufacturer. Its manufacturing facilities are situated in Karachi, Lahore and Khewra and the registered office of ICI is situated at 5 West Wharf, Karachi.

Details of the investments of ICI are as follows:

1.5.1 ICI Pakistan PowerGen Limited

ICI Pakistan PowerGen Limited (ICI PowerGen) was incorporated in Pakistan as an unlisted public company and is a wholly owned subsidiary of ICI. ICI PowerGen is engaged in generating, selling and supplying electricity to ICI.

1.5.2 NutriCo Morinaga (Private) Limited

NutriCo Morinaga (Private) Limited (NutriCo) is a private limited company incorporated in Pakistan. ICI has 51% ownership in NutriCo. NutriCo is engaged in manufacturing of infant and grown up formula.

1.5.3 NutriCo Pakistan (Private) Limited

NutriCo Pakistan is incorporated in Pakistan as a private limited company and is engaged in trading of infant milk powder.

On July 01, 2021 (the acquisition date) ICI acquired 55,013 shares at PKR 14,000 each. Consequently, shareholding of the Group in NutriCo Pakistan Limited (NutriCo Pakistan) increased from 40% to 51% making NutriCo Pakistan a subsidiary as at July 01, 2021. The primary reason for the business combination with NutriCo Pakistan is to achieve business synergies.

IFRS 3 – 'Business Combination', requires that all identifiable assets (including intangible assets) and liabilities assumed in business combination should be carried at their fair values at the date of acquisition and any intangible asset acquired in a business combination should be separately recognized and carried at their fair values.

As such, the Group has recognised all the identifiable assets and liabilities of NutriCo Pakistan and goodwill arising on the acquisition in these consolidated condensed interim financial statements. The Group elected to measure the non-controlling interest in the acquiree at the proportionate share of its interest in the acquiree's identifiable net assets.

The Group recognized a gain of PKR 1,847.321 million in the consolidated condensed interim statement of profit or loss for the nine months ended March 31, 2022 as a result of re-measurement at fair value of its 40% equity interest in NutriCo Pakistan held before the business combination.

1.6 Lucky Electric Power Company Limited

Lucky Electric Power Company Limited (LEPCL) was incorporated in Pakistan on June 13, 2014, as a public unlisted company. The Company holds 100 percent shares comprising of 2,675,000,000 issued, paid-up and subscribed shares of PKR 10 each of LEPCL. The amount of investment includes advance against issuance of shares amounting to PKR 3,150 million (June 30, 2021: PKR 1,200 million). The aforementioned shares held by the Company are pledged under a Shares Pledge Agreement in connection with the lending facilities provided by the lenders to LEPCL.

Notes to the Consolidated Condensed Interim Financial Statements

For the nine months ended March 31, 2022 (Un-audited)

The commercial operations of LEPCL have started in March 2022. It has set up a 660 MW coal based power project in Karachi. Its registered office is situated at 6-A, Muhammad Ali Society, A. Aziz Hashim Tabba Street, Karachi in the province of Sindh.

2 STATEMENT OF COMPLIANCE

2.1 These consolidated condensed interim financial statements of the Group for the nine months ended March 31, 2022 have been prepared in accordance with the accounting and reporting standards applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard 34, 'Interim Financial Reporting' (IAS 34), issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 (the Act); and
- provisions of and directives issued under the Act.

Where the provisions of or directives issued under the Act differ with the requirements of IAS 34, the provisions of and directives issued under the Act have been followed.

2.2 These consolidated condensed interim financial statements do not include all the information and disclosures required in the consolidated annual audited financial statements, and should be read in conjunction with the Group's consolidated annual audited financial statements for the year ended June 30, 2021.

3 SIGNIFICANT ACCOUNTING POLICIES

3.1 The accounting policies and methods of computation adopted in the preparation of these consolidated condensed interim financial statements are consistent with those applied in the preparation of the consolidated annual audited financial statements for the year ended June 30, 2021.

3.2 Change in accounting standards, interpretations and amendments to the accounting and reporting standards

(a) Amendments to published accounting and reporting standards which became effective during the nine months ended March 31, 2022:

There were certain amendments to accounting and reporting standards which became mandatory for the Group during the period. However, the amendments did not have any significant impact on the financial reporting of the Group and, therefore, have not been disclosed in these consolidated condensed interim financial statements.

(b) Amendments to published accounting and reporting standards that are not yet effective:

There are certain amendments to the accounting and reporting standards that will be mandatory for the Group's annual accounting periods beginning on or after July 1, 2022. However, these amendments will not have any significant impact on the financial reporting of the Group and, therefore, have not been disclosed in these consolidated condensed interim financial statements.

4 ACCOUNTING ESTIMATES, JUDGEMENTS AND FINANCIAL RISK MANAGEMENT

The preparation of interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts. Actual results may differ from these judgements, estimates and assumptions.

However, the management believes that the change in outcome of judgements, estimates and assumptions would not have a material impact on the amounts disclosed in these consolidated condensed interim financial statements.

Judgements and estimates made by the management in the preparation of these consolidated condensed interim financial statements are the same as those applied in the Group's consolidated annual audited financial statements for the year ended June 30, 2021.

The Group's financial risk management objectives and policies are consistent with those disclosed in the Group's consolidated annual audited financial statements for the year ended June 30, 2021. Further, there were no transfers in fair value hierarchy levels during the period.

5 PROPERTY, PLANT AND EQUIPMENT

	Note	(Un-audited) March 31, 2022	(Audited) June 30, 2021
(PKR in '000')			
5.1	Following is the movement in property, plant and equipment during the period / year:		
Operating fixed assets (WDV) - opening balance		102,227,387	103,464,039
Add: Additions during the period / year	5.2	139,182,717	7,322,088
Add: WDV of assets acquired on acquisition of NutriCo Pakistan	1.5.3	199,927	-
		241,610,031	110,786,127
Less: Disposals during the period / year (WDV)		153,737	72,652
Depreciation charge for the period / year		7,219,864	8,486,088
Operating fixed assets (WDV) - closing balance		234,236,430	102,227,387
Add: Capital work-in-progress	5.3	24,264,052	113,013,988
Add: Capital spares		401,364	341,112
		258,901,846	215,582,487

5.2 Following additions and deletions were made during the period in operating fixed assets:

	(Un-audited) March 31, 2022	
	Additions (Cost)	Deletions (Cost)
(PKR in '000')		
Operating fixed assets		
Land	140,112	-
Buildings on free hold land		
- Cement plant	62,990	-
- Power plant	116,938	-
- Others	1,323,870	11,525
Buildings on leasehold land		
- Cement plant	150,070	-
- Others	76,378	-
Limebeds on free hold land	1,484	-
Machinery	130,477,694	253,033
Generators	4,004,820	-
Quarry equipments	22,103	61,357
Vehicles including cement bulkers	970,868	219,914
Furniture and fixtures	243,681	6,226
Office equipments	1,343,677	491
Computer and accessories	227,792	4,856
Other assets	20,240	1,254
	139,182,717	558,656

Notes to the Consolidated Condensed Interim Financial Statements

For the nine months ended March 31, 2022 (Un-audited)

	Note	(Un-audited) March 31, 2022	(Audited) June 30, 2021
(PKR in '000')			
5.3	Following is the movement in capital work-in-progress during the period / year:		
		113,013,988	87,155,233
Opening balance		51,560,360	31,332,715
Add: Additions during the period / year		164,574,348	118,487,948
Less: Transferred to operating fixed assets		140,308,589	5,473,960
Less: Transferred to intangible assets		1,707	-
Closing balance		24,264,052	113,013,988
6	RIGHT-OF-USE ASSETS		
Cost		234,202	318,279
Add: Additions during the period / year		9,527	-
Less: Depreciation charged during the period / year		60,570	84,077
Closing net book value		183,159	234,202
7	LONG TERM INVESTMENTS		
Equity accounted investment			
Joint ventures			
Lucky Al-Shumookh Holdings Limited (LASHL)	7.1	10,625,136	8,133,565
LuckyRawji Holdings Limited (LRHL)	7.2	15,443,823	12,099,843
Al-Shumookh Lucky Investments Limited (ASLIL)	7.3	6,963,549	4,394,448
LR International Trading FZCO (LRIT)	7.4	(872)	1,071
		30,031,636	24,628,927
Associates			
NutriCo Pakistan (Private) Limited	7.5	-	953,341
Yunus Energy Limited	7.6	1,456,153	1,373,614
		1,456,153	2,326,955
		34,487,789	26,955,882
Unquoted - at cost			
Equity security available-for-sale			
Arabian Sea Country Club Limited (250,000 ordinary shares of PKR 10 each)		2,500	2,500
		34,490,289	26,958,382
7.1	Lucky Al-Shumookh Holdings Limited		
Investment at cost		1,912,283	1,912,283
Share of cumulative profit at the beginning of the period / year		4,538,114	2,870,544
Share of profit during the period / year		1,082,433	1,667,570
		5,620,547	4,538,114
Foreign currency translation reserve		3,092,306	1,683,168
		10,625,136	8,133,565
The Group's interest in LASHL's assets and liabilities is as follows:			
Total assets		22,250,860	16,863,674
Total liabilities		(1,000,588)	(596,545)
Net assets (100%)		21,250,272	16,267,129
Group's share of net assets (50%)		10,625,136	8,133,565
The Group's share in LASHL's profit or loss is as follows:			
Revenue		10,900,342	13,822,326
Net profit (100%)		2,164,866	3,335,140
Group's share of net profit (50%)		1,082,433	1,667,570

	Note	(Un-audited) March 31, 2022	(Audited) June 30, 2021
(PKR in '000')			
7.2 Lucky Rawji Holdings Limited			
Investment at cost		6,870,050	6,870,050
Share of cumulative profit at the beginning of the period / year		1,606,586	237,439
Share of profit during the period / year	7.2.1	1,269,769	1,369,147
		2,876,355	1,606,586
Foreign currency translation reserve		5,697,418	3,623,207
		15,443,823	12,099,843
The Group's interest in LRHL's assets and liabilities is as follows:			
Total assets		42,096,244	37,836,477
Total liabilities		(11,208,598)	(13,636,791)
Net assets (100%)		30,887,646	24,199,686
Group's share of net assets (50%)		15,443,823	12,099,843
The Group's share in LRHL's profit or loss is as follows:			
Revenue		13,230,570	14,503,055
Net profit (100%)		2,539,538	2,738,294
Group's share of net profit (50%)		1,269,769	1,369,147
7.2.1	Adjustments arising due to intercompany transactions have been incorporated.		
7.3 Al-Shumookh Lucky Investments Limited			
Investment at cost - opening		3,399,022	2,661,856
Investment made during the period / year		-	737,166
		3,399,022	3,399,022
Share of cumulative profit at the beginning of the period / year		958,736	374,794
Share of profit during the period / year		1,733,274	583,942
		2,692,010	958,736
Foreign currency translation reserve		872,517	36,690
		6,963,549	4,394,448
The Group's interest in ASLIL's assets and liabilities is as follows:			
Total assets		29,045,234	24,162,096
Total liabilities		(15,118,136)	(15,373,199)
Net assets (100%)		13,927,098	8,788,897
Group's share of net assets (50%)		6,963,549	4,394,448
The Group's share in ASLIL's profit or loss is as follows:			
Revenue		9,741,899	3,170,733
Net profit (100%)		3,466,548	1,167,885
Group's share of net profit (50%)		1,733,274	583,942

Notes to the Consolidated Condensed Interim Financial Statements

For the nine months ended March 31, 2022 (Un-audited)

	(Un-audited) March 31, 2022	(Audited) June 30, 2021
	(PKR in '000')	
7.4 LR International Trading FZCO		
Investment at cost	1,115	1,115
Share of loss during the period / year	(1,991)	-
Foreign currency translation reserve	4	(44)
	<u>(872)</u>	<u>1,071</u>
The Group's interest in LRIT's assets and liabilities is as follows:		
Total assets	3,348	3,348
Total liabilities	(5,091)	(1,206)
Net assets (100%)	<u>(1,743)</u>	<u>2,142</u>
Group's share of net assets (50%)	<u>(872)</u>	<u>1,071</u>
The Group's share in LRIT's profit or loss is as follows:		
Revenue	-	-
Net loss (100%)	(3,982)	-
Group's share of net loss (50%)	<u>(1,991)</u>	<u>-</u>
7.5 NutriCo Pakistan (Private) Limited		
Investment at cost	-	960,000
Share of cumulative profit at beginning of the period / year	-	146,787
Share of profit during the period / year	-	526,554
Dividend received during the period / year	-	(680,000)
	-	(6,659)
	<u>-</u>	<u>953,341</u>
The Group's interest in net assets of NnutriCo Pakistan is as follows:		
Total assets	-	5,041,447
Total liabilities	-	(2,689,335)
Net assets (100%)	<u>-</u>	<u>2,352,112</u>
Group's share of net assets	<u>-</u>	<u>953,341</u>
The Group's share in NutriCo's profit or loss is as follows:		
Revenue	-	10,420,213
Net profit (100%)	<u>-</u>	<u>1,316,384</u>
Group's share of net profit	<u>-</u>	<u>526,554</u>

The Group's previously held equity interest of 40 percent in NutriCo Pakistan was increased to 51 percent during the period. The increase has been accounted for under IFRS-3 'Business Combination', as more fully explained in note 1.5.3 to these consolidated condensed interim financial statements. Consequently, the carrying amount of the Group's previously held equity interest in NutriCo Pakistan accounted for on equity method has been de-recognised.

	(Un-audited) March 31, 2022	(Audited) June 30, 2021
	(PKR in '000')	

7.6 Yunus Energy Limited

Investment at cost	611,365	611,365
Share of cumulative profit at the beginning of the period / year	762,249	531,739
Share of profit during the period / year	250,666	291,647
Dividend received during the period / year	(168,127)	(61,137)
	<u>844,788</u>	<u>762,249</u>
	<u>1,456,153</u>	<u>1,373,614</u>

Represents 20% equity investment of 61,365,500 shares @ PKR 10/- each in Yunus Energy Limited.

	(Un-audited) March 31, 2022	(Audited) June 30, 2021
	(PKR in '000')	

The Group's interest in net assets of Yunus Energy is as follows:

Total assets	13,559,335	13,291,817
Total liabilities	(6,376,048)	(6,521,341)
Net assets (100%)	<u>7,183,287</u>	<u>6,770,476</u>
Group's share of net assets	<u>1,456,153</u>	<u>1,373,614</u>

The Group's share in profit or loss of Yunus Energy Limited is as follows:

Revenue	<u>2,229,275</u>	<u>2,755,459</u>
Net profit (100%)	<u>1,253,658</u>	<u>1,458,616</u>
Group's share of net profit	<u>254,134</u>	<u>291,647</u>

8 DEFERRED TAX LIABILITY

This comprises of the following :

- Taxable temporary differences	12,263,554	12,050,503
- Deductible temporary differences	(2,366,232)	(2,148,329)
	<u>9,897,322</u>	<u>9,902,174</u>

9 CONTINGENCIES AND COMMITMENTS

There are no significant changes in the status of contingencies and commitments as reported in note 29 to the consolidated annual audited financial statements for the year ended June 30, 2021, except as disclosed below:

Notes to the Consolidated Condensed Interim Financial Statements

For the nine months ended March 31, 2022 (Un-audited)

	(Un-audited) March 31, 2022	(Audited) June 30, 2021
	(PKR in '000')	
9.1 COMMITMENTS		
9.1.1 Capital commitments		
Plant and machinery under letters of credit and others	25,214,163	23,342,394
9.1.2 Other commitments		
Stores, spares, packing material and other supplies / services under letters of credit	34,393,741	21,445,615
Bank guarantees issued	19,163,681	33,076,579
Standby Letters of Credit	7,175,618	12,967,996
Post-dated cheques	2,271,706	1,245,770
Commitment in connection with LEPCL's project's cost over-run and Payment Service Reserve Account (PSRA) support	25,259,444	21,689,041
9.2 Claims against the Group not acknowledged as debts are as follows:		
Local bodies	84,500	76,500
Others	6,192	7,238
	90,692	83,738
9.3 Commitments for rentals under operating Ijarah contracts in respect of vehicles are as follows:		
Year		
2021-22	2,114	6,436
2022-23	9,005	6,608
2023-24	9,590	7,038
2024-25	10,214	5,621
	30,923	25,703
Payable not later than one year	6,617	6,436
Payable later than one year but not later than five years	24,306	19,267
	30,923	25,703

		For the Nine Months Ended	
		March 31,	March 31,
		2022	2021
		(PKR in '000')	
10	SEGMENT REPORTING		
	TURNOVER		
	Cement	79,110,490	66,132,516
	Polyester	31,052,972	21,514,638
	Soda Ash	20,991,101	15,175,775
	Pharma	9,562,841	7,983,248
	Animal Health	5,264,060	4,913,358
	Chemicals and Agri Sciences	9,464,292	7,944,411
	Nutrition	10,601,965	1,558,699
	Automobiles	96,737,510	77,414,397
	Power Generation	3,468,260	-
	Others	1,857,578	1,153,369
	Adjustments and elimination of inter-segment balances	(2,412,332)	(1,330,260)
	10.2	<u>265,698,737</u>	<u>202,460,151</u>

10.1 OPERATING RESULT

	Cement	9,204,643	9,873,404
	Polyester	31,000,310	2,301,375
	Soda Ash	3,152,864	2,795,660
	Pharma	949,923	606,190
	Animal Health	597,271	304,831
	Chemicals and Agri Sciences	1,003,795	782,458
	Nutrition	1,431,160	(454,460)
	Automobiles	5,981,790	6,884,084
	Power Generation	527,421	(106,887)
	Others	489,616	150,705
	Adjustments and elimination of inter-segment balances	(4,093)	(114,893)
	10.2	<u>26,334,700</u>	<u>23,022,467</u>

10.2 Transactions among the business segments are recorded at arm's length prices using admissible valuation methods.

		For the Nine Months Ended	
		March 31,	March 31,
		2022	2021
		(PKR in '000')	
10.3	GROSS SALES		
	Local	251,855,412	190,415,115
	Export	13,843,325	12,045,036
		<u>265,698,737</u>	<u>202,460,151</u>

11 OTHER INCOME

It includes a gain of PKR 1,847.321 million recognised on re-measurement of 40 percent equity interest of ICI in NutriCo Pakistan held before the business combination as more fully explained in note 1.5.3 to these consolidated condensed interim financial statements. It also includes income from deposits with Islamic banks and other financial institutions.

Notes to the Consolidated Condensed Interim Financial Statements

For the nine months ended March 31, 2022 (Un-audited)

	For the Nine Months Ended	
	March 31, 2022	March 31, 2021
	(PKR in '000')	
12 CASH GENERATED FROM OPERATIONS		
Profit before taxation	31,697,703	25,826,622
Adjustments for non-cash charges and other items		
Depreciation and amortization	7,923,661	6,599,497
Provision for slow moving spares	6,515	342,714
Provision for slow moving and obsolete stock-in-trade	4,246	64,753
Provision / (reversal) for doubtful debts	57,250	(12,139)
Provisions and accruals no longer required written back	(17,695)	-
Gain on disposal of fixed assets	(105,657)	(91,368)
Provision for staff retirement plan	433,786	347,212
Share of profit from equity accounted investees	(5,817,308)	(3,448,496)
Return from deposits with Islamic banks and other financial institutions	(1,000,571)	(1,211,008)
Dividend and other income	(854,108)	(360,263)
Unrealised gain on acquisition of shares of NutriCo Pakistan Limited	(1,847,321)	-
Finance cost	2,170,955	1,111,695
	<u>32,651,456</u>	<u>29,169,219</u>
Increase in current assets		
Stores, spares and consumables	(25,870,506)	(3,810,629)
Stock-in-trade	(3,920,179)	(4,808,774)
Trade debts	(18,410,019)	600,603
Loans and advances	(3,644,187)	(321,404)
Trade deposits and short-term prepayments	788,161	(930,625)
Other receivables	(2,871,844)	1,289,004
	<u>(53,928,574)</u>	<u>(7,981,825)</u>
Increase in current liabilities		
Trade and other payables	28,564,772	21,823,603
Cash generated from operations	<u>7,287,654</u>	<u>43,010,997</u>

13 TRANSACTIONS WITH RELATED PARTIES

Related parties comprise of associated entities, directors, other key management personnel and close family members of directors and other key management personnel. Details of transactions with related parties during the period are as follows:

	For the Nine Months Ended	
	March 31, 2022	March 31, 2021
	(PKR in '000')	
Transactions with Associated Undertakings		
Sales	2,167,778	2,022,651
Purchase of goods, materials and others	4,980,710	889,594
Reimbursement of expenses to the Group	82,160	19,361
Reimbursement of expenses from the Group	34,427	9,653
Donation	309,664	273,149
Dividends and other income received	187,506	61,137

	For the Nine Months Ended	
	March 31, 2022	March 31, 2021
	(PKR in '000')	
Dividends paid	751,619	578,905
Rent paid	22,458	9,288
Services received	40,722	104,026
Loan from Joint Ventures	1,406,636	829,001
Consideration paid for acquisition of Lucky Auto Industries	-	155,000
Investment made in Joint Venture	-	719,255
Fee for technical services received	467,834	-
Services rendered	221	-
Transactions with Directors and their close family members		
Meeting fee	2,125	1,281
Sales	531	246
Services	-	14
Rent paid	-	1,000
Transactions with other key management personnel		
Salaries and benefits	642,251	552,388
Post employment benefits	59,471	57,896
Dividends paid	51,434	2,369
Staff retirement benefit plan		
Contribution	281,716	266,596

14 DATE OF AUTHORISATION FOR ISSUE

These consolidated condensed interim financial statements were authorized for issue on April 27, 2022 by the Board of Directors of the Holding Company.

15 GENERAL

15.1 Figures have been rounded off to the nearest thousand of PKR, unless otherwise stated.

15.2 Corresponding figures and balances have been rearranged and / or reclassified, where considered necessary, for the purpose of comparison and better presentation the effects of which are not material.



Muhammad Yunus Tabba
Chairman / Director



Muhammad Ali Tabba
Chief Executive



Atif Kaludi
Chief Financial Officer



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